

NESS COUNTY, KANSAS

Financial Statement With Independent Auditors' Report

For the Year Ended December 31, 2012

NESS COUNTY, KANSAS
Financial Statement With Independent Auditors' Report
For the Year Ended December 31, 2012

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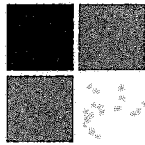
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Certified
Public
Accountants

INDEPENDENT AUDITORS' REPORT

To the County Commission
Ness County, Kansas
Ness City, Kansas

We have audited the accompanying summary statement of regulatory basis receipts, expenditures, and unencumbered cash of **Ness County, Kansas**, as of and for the year ended December 31, 2012 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statement is prepared by **Ness County, Kansas** to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the

variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

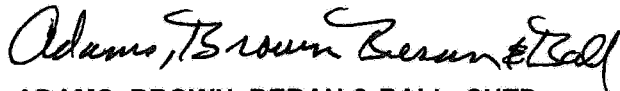
In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to in the first paragraph does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of **Ness County, Kansas** as of December 31, 2012, or the changes in its financial position and cash flows for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to in the first paragraph presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Ness County, Kansas** as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* as described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the summary statement of receipts, expenditures and unencumbered cash (basic financial statement) as a whole. The summary of expenditures – actual and budget, individual fund schedules of receipts and expenditures, and summary of receipts and disbursements – (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statement as a whole.



ADAMS, BROWN, BERAN & BALL, CHTD.

Certified Public Accountants

October 28, 2013

NESS COUNTY, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2012

Funds	Beginning Unencumbered Cash Balance	Prior Period Restatement	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Categories								
General Fund	\$ 839,140	6,770	8,120	2,131,282	1,788,221	1,197,091	60,331	1,257,422
Special Purpose Funds								
Road and Bridge Fund	147,558	-	-	2,599,228	2,389,724	357,062	105,647	462,709
Special Highway Improvement Fund	1,972	-	-	-	1,022	950	-	950
Special Machinery Fund	248,287	-	-	450,000	297,657	400,630	-	400,630
Capital Improvement Reserve Fund	90,000	-	-	-	-	90,000	-	90,000
Capital Equipment Reserve Fund	100,000	-	-	100,000	141,395	58,605	-	58,605
Noxious Weed Fund	51,448	-	-	749,960	750,258	51,150	55,445	106,595
Noxious Weed Capital Outlay Fund	4,612	-	-	3,000	-	7,612	-	7,612
Health Fund	180,663	-	-	161,201	101,530	240,334	1,913	242,247
Appraiser's Cost Fund	49,762	-	-	124,023	121,090	52,695	1,343	54,038
Special Bridge Fund	10,500	-	-	-	-	10,500	-	10,500
Employee Benefit Fund	106,615	-	-	452,662	386,011	173,266	5,398	178,664
Ambulance Service Fund	70,630	-	-	110,131	58,106	122,655	-	122,655
Special Alcohol Fund	4,467	-	-	2,489	1,000	5,956	-	5,956
911 Tax Fund	4,332	-	-	2,321	4,511	2,142	-	2,142
E-911 Tax Fund	46,450	-	-	41,271	90,948	(3,227)	10,311	7,084
Register of Deeds Technology Fund	6,091	-	-	19,970	8,230	17,831	-	17,831
Micro Loan Fund	46,388	-	-	-	-	46,388	-	46,388
Business Funds								
Solid Waste Fund	6,689	-	9,068	256,422	256,707	15,472	16,043	31,515
Solid Waste - Post-Closure Fund	79,470	-	-	10,000	-	89,470	-	89,470
Trust Funds								
Prosecuting Attorney's Training Fund	4,324	-	-	662	-	4,986	-	4,986
Special Motor Vehicle Tax Fund	-	-	-	48,615	48,615	-	-	-
Law Enforcement Trust Fund	8,190	(6,770)	-	5,859	600	6,679	-	6,679
Oil and Gas Depletion Trust Fund	-	-	-	984,269	-	984,269	-	984,269
Total Reporting Entity (Excluding Distributable and Agency Funds)	\$ 2,107,588	-	17,188	8,253,365	6,445,625	3,932,516	256,431	4,188,947
Composition of Cash								
Checking Accounts							\$	9,426,806
Certificates of Deposits								2,884,269
Cash on Hand								13,283
Total Cash								12,324,358
Distributable Funds per Schedule 3-1								(8,061,667)
Agency Funds per Schedule 3-2								(73,744)
Total Reporting Entity (Excluding Distributable and Agency Funds)							\$	4,188,947

The notes to the financial statement are an integral part of this statement.

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Ness County, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Use of Estimates

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amount of unencumbered cash balances and accounts payable during the reporting period. Actual results could differ from these estimates.

Financial Reporting Entity

The County is a municipal corporation governed by an elected three-member commission. A related municipal entity is an entity established to benefit the County and/or its constituents. The County has no related municipal entities.

Basis of Presentation – Fund Accounting

The accounts of the County are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the County for the year ended December 31, 2012.

Regulatory Basis Fund Types

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Business Fund – fund financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service funds, etc.).

Trust Fund – fund used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – fund used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

Basis of Accounting

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The County has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the County to use the regulatory basis of accounting.

Departure From Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the County are not presented in the financial statement. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, and temporary notes are not presented in the financial statement.

Property Tax Calendar

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Property taxes are collected and remitted to the County Treasurer. Taxes levied annually on November 1st are due one-half by December 20th and one-half by May 10th. Major tax distributions are made in the months of December through July. Lien dates for personal property are in March and August and lien dates for real property are in September. Taxes are recognized as revenue in the year received. Delinquent tax payments are recognized as revenue in the year received.

Restricted Assets

Restricted cash balances are reported in various funds that are legally restricted for specified uses such as the payment of debt service and fiscal fees on long-term debt and for expenditures approved in federal and state grant contracts. Also, cash is restricted in the trust and agency funds of the County for special purposes.

Reimbursements

The County records reimbursable expenditures (or expenses) in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparison, the expenditures (or expenses) are properly offset by the reimbursements.

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

NOTE 2 – BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the County for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Special Highway Improvement Fund, Special Machinery Fund, Capital Improvement Reserve Fund, Capital Equipment Reserve Fund, Special Bridge Fund, 911 Tax Fund, E-911 Tax Fund, Register of Deeds Technology Fund, and Micro Loan Fund.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

NOTE 3 – DEPOSITS AND INVESTMENTS

Ness County, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

eligible to hold the County's funds have a main or branch bank in the county in which the County is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the County's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The County has no investment policy that would further limit its investment choices.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The County does not use "peak periods". All deposits were legally secured at December 31, 2012.

At December 31, 2012, the County's carrying amount of deposits was \$12,324,358 and the bank balance was \$12,532,191. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$825,036 was covered by federal depository insurance and \$11,707,155 was collateralized with securities held by the pledging financial institutions' agents in the County's name.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The County had no investments at December 31, 2012.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **Ness County, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2012 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Capital Equipment Reserve Fund	K.S.A. 19-119	\$ 100,000
Road and Bridge Fund	Special Machinery Fund	K.S.A. 68-141g	450,000
General Fund	Solid Waste Fund	K.S.A. 65-3415a	20,000
Solid Waste Fund	Solid Waste Post-Closure Fund	K.S.A. 65-3405	10,000
Noxious Weed Fund	Noxious Weed Capital Outlay Fund	K.S.A. 2-1318q	3,000
Special Motor Vehicle Fund	General Fund	K.S.A. 8-145	38,262
Special Motor Vehicle Fund	Employee Benefit Fund	K.S.A. 8-145	1,153

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

NOTE 5 – LITIGATION

Ness County, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the affected funds of the County.

NOTE 6 – RISK MANAGEMENT

Ness County, Kansas carries commercial insurance for risks of loss, including property, general liability, inland marine, automobile, umbrella, linebacker, and employee dishonesty. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 7 – GRANTS AND SHARED REVENUES

Ness County, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the County, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 8 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Expenditures exceeded the adopted budget in the Solid Waste Fund by \$40,540, which is in violation of K.S.A. 79-2935.

Expenditures exceeded available monies in the E-911 Tax Fund by \$3,227, which is in violation of K.S.A. 10-1113.

The County has checks outstanding for more than two years, which is in violation of K.S.A. 10-815.

NOTE 9 – DEFERRED COMPENSATION PLAN

Ness County, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The County is not required to make any contributions.

NOTE 10 – DEFINED BENEFIT PENSION PLAN

Plan Description

Ness County, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

Funding Policy

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **Ness County, Kansas** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the County is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the County makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

NOTE 12 – COMPENSATED ABSENCES

Vacation

The County's policy regarding vacation is that an employee shall be eligible for vacation upon the completion of six months employment. The number of days of vacation earned is based upon the length of service with the County, using the tables and schedules in the personnel manual. Unused vacation will be forfeited as of December 31 except in extraordinary circumstances approved by the department head. Employees entitled to more than 11 days of vacation per year are not required to take the additional days off prior to December 31. If not taken, the employee is to be paid on the final payroll of the year at a rate equivalent to the daily rate of pay for the vacation not used. The potential liability for vacation at December 31, 2012 was \$2,286. This is reflected in the financial statement.

Sick Leave

The County's policy for sick leave permits employees to earn one day of sick leave per month of employment. An employee may use two days of sick leave each year as personal leave. If these days are not used, they will continue to be included in the accumulating sick leave up to the 60 day maximum. An employee can accumulate 60 days of sick leave which is paid upon normal retirement or permanent disability at the regular rate of pay. The potential liability for sick leave at December 31, 2012 was \$109,971. This is not reflected in the financial statement.

NOTE 13 – LANDFILL CLOSURE AND POST-CLOSURE COSTS

State and federal laws and regulations require **Ness County, Kansas** to place a final cover on its landfill site when it stops accepting waste and perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County has a potential liability for a portion of this closure

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

and post-closure care costs in each period based on the landfill capacities used as of each year end. The estimated closure cost is \$502,959 and the estimated post-closure cost is \$527,466. These figures comprise the estimated closure and post-closure cost of \$1,030,425. At December 31, 2012, the permit for 2013 identifies that the remaining volume capacity of the site is 76% of the original capacity and that the remaining life of the landfill is 26 years. The County is also required by regulations to provide financial assurance for the closure and post-closure costs. The allowable mechanisms for this financial assurance are as follows: 1) trust fund, 2) surety bond guaranteeing payment or performance, 3) letter of credit, 4) insurance certificate, and 5) a financial test for local governments. The County has elected to use the financial test to provide financial assurance. The County is in compliance with the financial test as of December 31, 2012.

The above figures have been estimated and the potential for change due to inflation or deflation, technology, or applicable laws or regulations, exists to affect the above calculations.

NOTE 14 – PRIOR PERIOD ADJUSTMENT

The General Fund and Law Enforcement Trust Fund unencumbered cash have been restated to \$845,910 and \$1,420, respectively, to record items sold to the Road and Bridge Department from the Sheriff's Department to the proper fund as of January 1, 2012.

NOTE 15 – MICRO LOAN FUND

The County was awarded a CDBG Micro Loan grant in the amount of \$100,000. As of December 31, 2012, the County had no outstanding loans.

NOTE 16 – LONG-TERM DEBT

Lease Obligations

The County has entered into lease agreements with an option to purchase at the expiration of the lease terms. The leases contain a fiscal funding clause.

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

Changes in long-term liabilities for the County for the year ended December 31, 2012, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
Capital Lease										
First National Bank of Hutchinson										
5 2011 Motor Graders	2.68%	2/13/2012	\$ 509,750	2/13/2017	\$ -	509,750	-	509,750	509,750	-

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2012

Current maturities of long-term debt and interest for the next five years through maturity are as follows:

	YEAR					
	2013	2014	2015	2016	2017	Total
Principal						
Capital Leases	\$ 96,602	99,228	101,888	104,618	107,414	509,750
Interest						
Capital Leases	13,699	11,072	8,413	5,682	2,887	41,753
Total Principal and Interest	\$ 110,301	110,300	110,301	110,300	110,301	551,503

NESS COUNTY, KANSAS

Regulatory-Required Supplementary Information

NESS COUNTY, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Fund Categories					
General Fund	\$ 2,122,848	-	2,122,848	1,788,221	(334,627)
Special Purpose Funds					
Road and Bridge Fund	2,680,348	-	2,680,348	2,389,724	(290,624)
Noxious Weed Fund	368,698	435,833	804,531	750,258	(54,273)
Noxious Weed Capital Outlay Fund	3,000	-	3,000	-	(3,000)
Health Fund	207,713	-	207,713	101,530	(106,183)
Appraiser's Cost Fund	168,000	-	168,000	121,090	(46,910)
Employee Benefit Fund	471,948	-	471,948	386,011	(85,937)
Ambulance Service Fund	118,656	-	118,656	58,106	(60,550)
Special Alcohol Fund	1,982	-	1,982	1,000	(982)
Business Funds					
Solid Waste Fund	216,167	-	216,167	256,707	40,540
Solid Waste - Post-Closure Fund	99,470	-	99,470	-	(99,470)

NESS COUNTY, KANSAS

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 1,591,423	1,762,312	1,691,464	70,848
Federal Aid	2,506	17,740	-	17,740
State Aid	7,517	6,344	-	6,344
Licenses and Fees	85,978	116,869	20,000	96,869
Use of Money and Property	62,264	50,833	27,100	23,733
Tax Sale Fees	35	-	-	-
Transfers In	31,581	38,262	-	38,262
Reimbursements	16,242	56,729	-	56,729
Miscellaneous	103,912	82,193	5,000	77,193
Total Cash Receipts	<u>1,901,458</u>	<u>2,131,282</u>	<u>1,743,564</u>	<u>387,718</u>
Expenditures				
County Commissioners	99,536	111,382	116,225	(4,843)
County Clerk	130,598	141,516	148,049	(6,533)
County Treasurer	115,118	122,943	123,813	(870)
County Attorney	69,339	70,793	69,543	1,250
Register of Deeds	70,545	76,444	77,078	(634)
Sheriff	774,286	830,005	797,868	32,137
Less Reimbursed Expenses	(145,000)	(145,000)	(145,000)	-
Courthouse General	331,086	155,515	399,600	(244,085)
Unified Courts	38,653	44,183	58,730	(14,547)
Maintenance Engineer	39,617	40,369	39,906	463
Economic Development	54,273	26,306	59,810	(33,504)
Emergency Preparedness	45,225	2,799	17,527	(14,728)
Election	16,637	29,988	34,050	(4,062)
Soil Conservation	18,000	18,000	18,000	-
Mental Health	18,000	18,800	18,800	-
Mental Retardation	17,000	17,000	17,000	-
Senior Citizens	55,295	64,475	60,825	3,650
Parks and Recreation	1,196	1,196	1,200	(4)
County Fair	20,000	20,000	20,000	-
Historical Society	6,000	6,000	6,000	-
Airport	5,200	5,200	5,200	-
Ness County Law Library	735	610	-	610
Juvenile Detention	942	-	4,000	(4,000)
GIS Coordinator	-	-	45,000	(45,000)

NESS COUNTY, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

			Current Year		
	Prior Year Actual		Actual	Budget	Variance Over (Under)
Expenditures (continued)					
Transfers Out	\$ 125,000		120,000	120,000	-
Neighborhood Revitalization Rebate	10,345		9,697	9,624	73
Total Expenditures	<u>1,917,626</u>		<u>1,788,221</u>	<u>2,122,848</u>	<u>(334,627)</u>
Cash Receipts Over (Under) Expenditures	<u>(16,168)</u>		<u>343,061</u>		
Unencumbered Cash - Beginning As Previously Stated	862,078		839,140		
Prior Period Adjustment	<u>-</u>		<u>6,770</u>		
Unencumbered Cash - Beginning As Restated	<u>862,078</u>		<u>845,910</u>		
Prior Year Cancelled Encumbrances	<u>-</u>		<u>8,120</u>		
Unencumbered Cash - Ending	\$ <u>845,910</u>		<u>1,197,091</u>		

NESS COUNTY, KANSAS
Road and Bridge Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Under
Cash Receipts				
Taxes	\$ 1,877,604	2,198,218	2,278,319	(80,101)
Interlocal Government	359,749	362,179	307,855	54,324
Reimbursements - Bridge Damage	5,949	-	-	-
Sale of Material and Equipment	31,336	31,454	5,000	26,454
Miscellaneous	898	7,377	5,000	2,377
Total Cash Receipts	<u>2,275,536</u>	<u>2,599,228</u>	<u>2,596,174</u>	<u>3,054</u>
Expenditures				
Personal Services	1,118,970	1,102,091	1,135,911	(33,820)
Contractual Services	68,006	72,833	68,665	4,168
Commodities	619,885	727,104	895,100	(167,996)
Capital Outlay	135,936	24,425	217,500	(193,075)
Transfers Out	425,000	450,000	350,000	100,000
Neighborhood Revitalization Rebate	13,293	13,271	13,172	99
Total Expenditures	<u>2,381,090</u>	<u>2,389,724</u>	<u>2,680,348</u>	<u>(290,624)</u>
Cash Receipts Over (Under) Expenditures	(105,554)	209,504		
Unencumbered Cash - Beginning	<u>253,112</u>	<u>147,558</u>		
Unencumbered Cash - Ending	\$ <u>147,558</u>	<u>357,062</u>		

NESS COUNTY, KANSAS
Special Highway Improvement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Reimbursements	\$ 573	-
Expenditures		
Contractual Services	-	1,022
Cash Receipts Over (Under) Expenditures	573	(1,022)
Unencumbered Cash - Beginning	1,399	1,972
Unencumbered Cash - Ending	\$ 1,972	950

NESS COUNTY, KANSAS
Special Machinery Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 425,000	450,000
Expenditures		
Capital Outlay	485,632	297,657
Cash Receipts Over (Under) Expenditures	(60,632)	152,343
Unencumbered Cash - Beginning	308,919	248,287
Unencumbered Cash - Ending	\$ 248,287	400,630

NESS COUNTY, KANSAS
Capital Improvement Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 30,000	-
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	30,000	-
Unencumbered Cash - Beginning	60,000	90,000
Unencumbered Cash - Ending	\$ 90,000	90,000

NESS COUNTY, KANSAS
Capital Equipment Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 70,000	100,000
Expenditures		
Capital Outlay	-	141,395
Cash Receipts Over (Under) Expenditures	70,000	(41,395)
Unencumbered Cash - Beginning	30,000	100,000
Unencumbered Cash - Ending	\$ 100,000	58,605

NESS COUNTY, KANSAS
Noxious Weed Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Taxes	\$ 137,281	149,538	172,529	(22,991)
Chemical Sales and Treatment	383,856	600,333	164,500	435,833
Miscellaneous	1,501	89	-	89
Total Cash Receipts	<u>522,638</u>	<u>749,960</u>	<u>337,029</u>	<u>412,931</u>
Expenditures				
Personal Services	67,016	66,141	81,177	(15,036)
Contractual Services	10,471	12,741	13,160	(419)
Commodities	484,362	667,478	269,470	398,008
Capital Outlay	-	-	1,000	(1,000)
Transfers Out	10,000	3,000	3,000	-
Neighborhood Revitalization Rebate	961	898	891	7
(a) Adjustment for Qualifying Budget Credit	-	-	435,833	(435,833)
Total Expenditures	<u>572,810</u>	<u>750,258</u>	<u>804,531</u>	<u>(54,273)</u>
Cash Receipts Over (Under) Expenditures	(50,172)	(298)		
Unencumbered Cash - Beginning	<u>101,620</u>	<u>51,448</u>		
Unencumbered Cash - Ending	\$ <u>51,448</u>	<u>51,150</u>		
(a) Adjustment for Qualifying Budget Credit				
Excess Chemical Sales and Treatment Over Amount Budgeted			\$ <u>435,833</u>	

NESS COUNTY, KANSAS
Noxious Weed Capital Outlay Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfers In	\$ 10,000	3,000	3,000	-
Expenditures				
Equipment - Mobile	71,980	-	3,000	(3,000)
Cash Receipts Over (Under) Expenditures	(61,980)	3,000		
Unencumbered Cash - Beginning	66,592	4,612		
Unencumbered Cash - Ending	\$ 4,612	7,612		

NESS COUNTY, KANSAS

Health Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 129,863	126,647	129,726	(3,079)
State Aid	7,224	8,078	3,500	4,578
Federal Aid	2,083	4,143	4,000	143
Collections	25,540	22,333	4,000	18,333
Total Cash Receipts	<u>164,710</u>	<u>161,201</u>	<u>141,226</u>	<u>19,975</u>
Expenditures				
Personal Services	53,813	49,405	172,925	(123,520)
Contractual Services	11,448	13,964	9,840	4,124
Commodities	18,403	35,857	22,700	13,157
Capital Outlay	855	1,550	1,500	50
Neighborhood Revitalization Rebate	907	754	748	6
Total Expenditures	<u>85,426</u>	<u>101,530</u>	<u>207,713</u>	<u>(106,183)</u>
Cash Receipts Over (Under) Expenditures	79,284	59,671		
Unencumbered Cash - Beginning	<u>101,379</u>	<u>180,663</u>		
Unencumbered Cash - Ending	\$ <u>180,663</u>	<u>240,334</u>		

NESS COUNTY, KANSAS
Appraiser's Cost Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 113,154	120,753	126,267	(5,514)
Miscellaneous	3,438	3,270	-	3,270
Total Cash Receipts	<u>116,592</u>	<u>124,023</u>	<u>126,267</u>	<u>(2,244)</u>
Expenditures				
Personal Services	61,038	63,510	60,762	2,748
Contractual Services	51,637	52,436	54,020	(1,584)
Commodities	4,453	4,420	5,500	(1,080)
Capital Outlay	391	-	47,000	(47,000)
Neighborhood Revitalization Rebate	787	724	718	6
Total Expenditures	<u>118,306</u>	<u>121,090</u>	<u>168,000</u>	<u>(46,910)</u>
Cash Receipts Over (Under) Expenditures	(1,714)	2,933		
Unencumbered Cash - Beginning	<u>51,476</u>	<u>49,762</u>		
Unencumbered Cash - Ending	\$ <u><u>49,762</u></u>	<u><u>52,695</u></u>		

NESS COUNTY, KANSAS
Special Bridge Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ -	-
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	10,500	10,500
Unencumbered Cash - Ending	\$ 10,500	10,500

NESS COUNTY, KANSAS
Employee Benefit Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 420,276	451,509	447,373	4,136
Transfers In	-	1,153	-	1,153
Total Cash Receipts	<u>420,276</u>	<u>452,662</u>	<u>447,373</u>	<u>5,289</u>
Expenditures				
Social Security	101,788	103,969	103,079	890
Medicare	23,162	23,693	24,200	(507)
Employee Retirement	121,469	137,991	216,979	(78,988)
Workmen's Compensation Insurance	104,068	99,429	105,000	(5,571)
Unemployment Claims	1,722	18,219	20,000	(1,781)
Neighborhood Revitalization Rebate	2,980	2,710	2,690	20
Total Expenditures	<u>355,189</u>	<u>386,011</u>	<u>471,948</u>	<u>(85,937)</u>
Cash Receipts Over (Under) Expenditures	65,087	66,651		
Unencumbered Cash - Beginning	<u>41,528</u>	<u>106,615</u>		
Unencumbered Cash - Ending	\$ <u>106,615</u>	<u>173,266</u>		

NESS COUNTY, KANSAS
Ambulance Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Cash Receipts				
Taxes	\$ 99,548	110,131	115,696	(5,565)
Expenditures				
Contractual Services	50,102	51,637	63,000	(11,363)
Commodities	3,400	5,808	5,000	808
Capital Outlay	129,714	-	50,000	(50,000)
Neighborhood Revitalization Rebate	690	661	656	5
Total Expenditures	183,906	58,106	118,656	(60,550)
Cash Receipts Over (Under) Expenditures	(84,358)	52,025		
Unencumbered Cash - Beginning	154,988	70,630		
Unencumbered Cash - Ending	\$ 70,630	122,655		

NESS COUNTY, KANSAS
Special Alcohol Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Miscellaneous	\$ 109	-	-	-
State Aid	3,326	2,489	1,000	1,489
Total Cash Receipts	3,435	2,489	1,000	1,489
Expenditures				
Contractual Services	950	1,000	1,982	(982)
Cash Receipts Over (Under) Expenditures	2,485	1,489		
Unencumbered Cash - Beginning	1,982	4,467		
Unencumbered Cash - Ending	\$ 4,467	5,956		

NESS COUNTY, KANSAS
911 Tax Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 15,116	2,321
Expenditures		
Contractual Services	19,522	4,511
Cash Receipts Over (Under) Expenditures	(4,406)	(2,190)
Unencumbered Cash - Beginning	8,738	4,332
Unencumbered Cash - Ending	\$ 4,332	2,142

NESS COUNTY, KANSAS
E-911 Tax Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Grants	\$ 1,137	-
Collections	8,305	41,271
Total Cash Receipts	9,442	41,271
Expenditures		
Contractual Services	3,395	2,645
Capital Outlay	-	88,303
Total Expenditures	3,395	90,948
Cash Receipts Over (Under) Expenditures	6,047	(49,677)
Unencumbered Cash - Beginning	40,403	46,450
Unencumbered Cash - Ending	\$ 46,450	(3,227)

NESS COUNTY, KANSAS
Register of Deeds Technology Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 16,552	19,970
Expenditures		
Capital Outlay	37,955	8,230
Cash Receipts Over (Under) Expenditures	(21,403)	11,740
Unencumbered Cash - Beginning	27,494	6,091
Unencumbered Cash - Ending	\$ 6,091	17,831

NESS COUNTY, KANSAS
Micro Loan Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Micro Loan Repayments	\$ 6,730	-
Expenditures		
Commodities	530	-
Cash Receipts Over (Under) Expenditures	6,200	-
Unencumbered Cash - Beginning	40,188	46,388
Unencumbered Cash - Ending	\$ 46,388	46,388

NESS COUNTY, KANSAS
Solid Waste Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Disposal Fees	\$ 202,165	234,601	202,000	32,601
Miscellaneous	1,379	1,821	-	1,821
Transfers In	25,000	20,000	20,000	-
Total Cash Receipts	<u>228,544</u>	<u>256,422</u>	<u>222,000</u>	<u>34,422</u>
Expenditures				
Personal Services	46,445	46,847	46,777	70
Contractual Services	141,339	143,555	140,140	3,415
Commodities	23,984	56,305	17,250	39,055
Capital Outlay	-	-	2,000	(2,000)
Transfers Out	-	10,000	10,000	-
Total Expenditures	<u>211,768</u>	<u>256,707</u>	<u>216,167</u>	<u>40,540</u>
Cash Receipts Over (Under) Expenditures	16,776	(285)		
Unencumbered Cash - Beginning	(10,087)	6,689		
Prior Year Cancelled Encumbrances	-	9,068		
Unencumbered Cash - Ending	\$ <u>6,689</u>	<u>15,472</u>		

NESS COUNTY, KANSAS
Solid Waste - Post-Closure Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfers In	\$ -	10,000	10,000	-
Expenditures				
Post-Closure Costs	-	-	99,470	(99,470)
Cash Receipts Over (Under) Expenditures	-	10,000		
Unencumbered Cash - Beginning	79,470	79,470		
Unencumbered Cash - Ending	\$ 79,470	89,470		

NESS COUNTY, KANSAS
Prosecuting Attorney's Training Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 679	662
Expenditures		
Commodities	50	-
Cash Receipts Over (Under) Expenditures	629	662
Unencumbered Cash - Beginning	3,695	4,324
Unencumbered Cash - Ending	\$ 4,324	4,986

NESS COUNTY, KANSAS
Special Motor Vehicle Tax Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 42,928	48,615
Expenditures		
Personal Services	7,120	7,210
Commodities	4,227	1,990
Transfers Out	31,581	39,415
Total Expenditures	42,928	48,615
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

NESS COUNTY, KANSAS
Law Enforcement Trust Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Federal Aid	\$ -	5,609
Collections	-	250
Total Cash Receipts	-	5,859
Expenditures		
Commodities	5,609	600
Cash Receipts Over (Under) Expenditures	(5,609)	5,259
Unencumbered Cash - Beginning As Previously Stated	7,029	8,190
Prior Period Adjustment	-	(6,770)
Unencumbered Cash - Beginning As Restated	7,029	1,420
Unencumbered Cash - Ending	\$ 1,420	6,679

NESS COUNTY, KANSAS
Oil and Gas Depletion Trust Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
State Aid	\$ -	984,269
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	-	984,269
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	984,269

NESS COUNTY, KANSAS
Distributable Funds, State Funds, and Subdivision Funds
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2012

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Distributable Funds				
Severance Tax	\$ -	277,151	277,151	-
Current Tax	8,147,639	10,975,072	11,140,740	7,981,971
Delinquent Property Taxes	2,410	56,322	54,214	4,518
Motor Vehicle Tax	72,551	685,279	682,652	75,178
Neighborhood Revitalization	-	67,944	67,944	-
Total Distributable Funds	<u>8,222,600</u>	<u>12,061,768</u>	<u>12,222,701</u>	<u>8,061,667</u>
State Funds				
State Institutional Building	-	44,095	44,095	-
State Educational Building	-	88,190	88,190	-
Total State Funds	<u>-</u>	<u>132,285</u>	<u>132,285</u>	<u>-</u>
Subdivision Funds				
Cities	-	704,948	704,948	-
Townships	-	125,742	125,742	-
School Districts	-	3,418,059	3,418,059	-
Hospitals	-	1,999,595	1,999,595	-
Other Special Districts	-	605,115	605,115	-
Total Subdivision Funds	<u>-</u>	<u>6,853,459</u>	<u>6,853,459</u>	<u>-</u>
Total	<u>\$ 8,222,600</u>	<u>19,047,512</u>	<u>19,208,445</u>	<u>8,061,667</u>

NESS COUNTY, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2012

<u>Funds</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Sales Tax	\$ 9,916	670,124	671,616	8,424
Driver's Licenses	959	9,867	10,826	-
Fish and Game Licenses	-	12,371	12,371	-
Heritage Trust Fund	250	1,802	1,791	261
Concealed Carried Handgun Fund	2,030	715	-	2,745
Sex Offender Registry Fund	900	300	-	1,200
Worthless Check Fund	666	240	-	906
Sheriff	377	49,546	49,386	537
Register of Deeds	-	160,987	160,987	-
Clerk of District Court	90,532	308,028	338,889	59,671
Total	\$ 105,630	1,213,980	1,245,866	73,744